

**ENTERPRISE FUNDS
DECEMBER 31, 2001**

Enterprise Funds are established to account for organizations which are intended to be self-supporting through fees charged for services to the public.

King County has eight enterprises that are accounted for using the accrual basis. A typical enterprise consists of an operating and construction sub-fund and may also include debt service or other reserve sub-funds.

Institutional Network (I-Net) Enterprise (#00000453-0) - Accounts for the development and operations of the fiber optic based network which provides broadband internet connectivity to agencies across the county.

King County International Airport Enterprise (#00000429-0 and 338-0) - Accounts for the operations, maintenance, capital improvements and expansion of the King County International Airport/Boeing Field. Its major revenues consist of property leases, airport user fees, fuel flowage fees, service charges, concessions and short-term rental agreements.

Public Transportation Enterprise (#00000464-0 and 364-0) - Accounts for the operations, maintenance, capital improvements and expansion of public transportation facilities in King County under the King County Transit Division. Primary revenue sources include sales tax and passenger service fees. Construction is funded through bonds and Federal grants. Acquisition of fleet buses is also financed by capital leases.

The Radio Communications Services Enterprise (#00000450-1, 347-2 and 347-3) - Accounts for the operation, maintenance, capital improvements and expansion of the 800-MHZ Trunked Radio System and other radio services. Initial funding of the infrastructure was through a property tax levy. Costs are recovered primarily through user fees, including charges for maintenance and future equipment replacement.

The Sewer Utility Enterprise (#00000890-0 and 4801-0) - Collects assessments and pays principal and interest on sewer revenue bonds issued to pay the costs of sewerage general plan service area construction for the King County Utility Local Improvement District and the King County Sewer and Drainage District 4.

The Solid Waste Enterprise (#00000404-0, 390-0, 381-0, 391-0, 383-0, and 104-0) - Accounts for the operations, maintenance, capital improvements and expansion of the County's solid waste disposal facilities under the King County Solid Waste Division. The County operates seven solid waste transfer stations, two solid waste drop box stations, and two sanitary landfills. Operating revenues come primarily from tipping fees at the County's eleven active solid waste disposal sites. Bond proceeds fund most construction. Significant reserves are set aside to replace landfills, to provide for post-closure care and remediation costs, and to replace equipment.

The Stadium Enterprise (#00000448-0 and 394-0) - The Kingdome was demolished March 2000. In June 1997 voters approved Referendum 48, providing for public/private funding sources for the construction of a new football/soccer stadium, exhibition hall, and parking structure.

The Water Quality Enterprise (#00000461-0 and 461-6) - Accounts for the operations, maintenance, capital improvements and expansion of the County's water pollution control facilities under the King County Water Pollution Control Division. Two major treatment plants exist - the West Point Treatment Plant in Seattle and East Division Reclamation Plant in Renton. Major construction projects are funded through revenue bonds which require maintenance of significant reserves.